

STATE OF CALIFORNIA
CALIFORNIA ENERGY COMMISSION

Business Meeting Minutes

of

December 1, 2004

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The meeting was called to order by Chairman Keese at 10:06 a.m.

The Pledge of Allegiance was led by Commissioner Boyd.

William J. Keese	Present
Arthur Rosenfeld	Present
James D. Boyd	Present
John L. Geesman	Present
Jackalyne Pfannenstiel	Present

1. PASTORIA ENERGY FACILITY. Possible approval of a Petition to Modify the Emission Reduction Credit Offsets Package and other changes that affect air quality conditions of certification. (Docket No. 99-AFC-7C)

This item was moved to the December 15, 2004 Business Meeting.

2. SAN JOAQUIN VALLEY ENERGY CENTER (01-AFC-22C) Possible approval of a petition to modify the Emission Reduction Credit Offset Package and other changes that affect air quality conditions of certification. (Docket No. 01-AFC-22C).

This item was moved to the December 15, 2004 Business Meeting.

3. SYCAMORE COGENERATION PROJECT. Possible approval of a Petition to Allow Either Cogeneration or Simple-Cycle Operation and Extending the License to Operate. (Docket No. 84-AFC-6C)

Commissioner Geesman moved and Commissioner Boyd seconded approval of the Sycamore Cogeneration Project Petition. The vote was unanimous. (5-0)

4. APPLIANCE EFFICIENCY REGULATIONS. Possible Adoption of a Negative Declaration for the potential environmental impacts related to the adoption proposed Appliance Efficiency Regulations has been postponed until December 15, 2004. Anyone wishing to make comments on the negative declaration may comment today, or they may wait until the December 15, 2004 business meeting. Any comments received today will be entered into the record and presented at the December 15, 2004 meeting.

A representative of the Association of Home Appliance Manufacturers spoke. No action was taken on this item.

5. CITY OF SAN CARLOS. Possible approval of a loan to the city of San Carlos for \$144,600 to install a 62-kilowatt photovoltaic solar system at the city corporation yard. The project is estimated to save about \$14,755 annually and has a simple payback of 9.8 years. (ECAA and/or Bond fund)

This item was withdrawn from the agenda.

6. TOWN OF YUCCA VALLEY. Possible approval of a loan to the town of Yucca Valley for \$120,328 to install a 55-kilowatt photovoltaic solar system on the Town Hall roof. The project is estimated to save about \$13,490 annually and has a simple payback of 8.9 years. (ECAA and/or Bond fund)

Commissioner Pfannenstiel moved and Commissioner Rosenfeld seconded approval of a loan to the town of Yucca Valley. The vote was unanimous. (5-0)

7. BEACON MATRIX SERVICES. Possible approval of Contract 500-04-009 for \$1,232,854 to demonstrate the benefits of applying flywheel energy storage system as an energy stabilizing asset to provide the California Independent System Operator new frequency regulation operations during times of rapidly varying electrical loads. (PIER funded)

Commissioner Rosenfeld moved and Commissioner Geesman seconded approval of Contract 500-04-009. The vote was unanimous. (5-0)

8. PALMDALE WATER DISTRICT. Possible approval of Contract 500-04-011 for \$979,047 to develop, field test and operate an ultracapacitor-based electric energy storage system that integrates wind, hydro and DG technologies into a MicroGrid network. (PIER funded)

Commissioner Rosenfeld moved and Commissioner Geesman seconded approval of Contract 500-04-011. The vote was unanimous. (5-0)

9. Minutes

Commissioner Pfannenstiel moved and Commissioner Rosenfeld seconded approval of the Minutes from the November 17, 2004 business meeting. The vote was unanimous. (5-0)

10. Commission Committee and Oversight

Chairman Keese noted there would be an Executive Session on a legal matter.

Chairman Keese mentioned that the Hewlett Foundation and the Governor's Ethanol Coalition formed a 10-member committee on biomass, which the Chairman has been asked to sit on. Staff has put together information about this, which the Chairman is providing it to all the Commissioners. This Committee will be finished with its work by March 2005.

11. Chief Counsel's Report

Jonathan Blees, Acting Chief Counsel, noted that Chief Counsel Bill Chamberlain is at a meeting in Portland.

12. Executive Director's Report

Executive Director Bob Therkelsen reminded the Commission of the December 7, 2004 meeting on the Joint Energy Action Plan. Mr. Therkelsen also gave a brief update on data received from energy providers that is needed by the Commission to complete the Status Report on energy loads.

13. Legislative Director's Report

No report was given.

14. Public Adviser's Report

No report was given.

15. Public Comment

No comments were received.

The meeting was adjourned at 11:20 a.m.

BETTY A. McCANN
Secretariat to the Commission